C/007/005 Incoming CC: Karl James





## **United States Department of the Interior**

BUREAU OF LAND MANAGEMENT Utah State Office 440 West 200 South, Suite 500 Salt Lake City, UT 84101-1345 http://www.blm.gov/ut/st/en.html

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DIV. OF OIL, GAS & MINING

IN REPLY REFER TO: 3474 / (UT-9223) UTU-68087 UTU-76864

CERTIFIED MAIL – 7010 2780 0000 9887 6197 Return Receipt Requested

## **DECISION**

Canyon Fuel Company, LLC. 6100 Dutchmans Lane, Suite 900 Louisville, Kentucky 40205 Coal Exploration Licenses

UTU-68087 UTU-76864

## Bonds Returned No Action Taken

On August 16, 2013, Canyon Fuel Company LLC., submitted two bonds in the amounts of \$18,000 and \$133,000 for coal exploration licenses UTU-68087 and UTU-76864, respectively, with Canyon Fuel Company LLC., as principal, and Lexon Insurance Company, as surety, to replace the current license bonds.

A report from our Price Field Office has recommended that the current exploration bonds for these licenses be released. The exploration holes completed under these exploration licenses were converted to water monitoring wells that are still being actively monitored. However, it has been determined that these monitoring wells are within the Skyline Mine's Utah Division of Oil, Gas and Mining (UDOGM) permit and any liability would fall under the coverage of the UDOGM reclamation bond. Therefore, these submitted replacement bonds are being returned with no action taken.

If you have further questions, please contact Bill Buge of this office at (801) 539-4086.

Roger L. Bankert

Chief, Branch of Minerals

Roja 1 Bankers

## Enclosure:

1. License Bonds (2)

cc: Price Field Office (UTG02)

Lexon Insurance Company, 10002 Shelbyville Road, Suite 100, Louisville, Kentucky 40223

Mr. John Baza, Director, UDOGM, Box 145801, Salt Lake City, Utah 84114-5801